

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 24, 2014

Kevin Butters, CE Butters Realty and Construction Inc. 760 North Harrisville Road Harrisville, Utah 84404

Subject: Approval of Notice of Intention to Commence Small Mining Operations, CE Butters

Realty and Construction Inc., The Hideout Turnaround Project Mine, S/005/0004,

Cache County, Utah

Dear Mr. Butters:

The Division of Oil, Gas and Mining finds your Notice of Intention to Commence Small Mining Operations (Notice) complete and approves the reclamation surety for the Hideout Turnaround mine. You are now permitted to conduct mining activities as outlined in the Notice provided you have approval from all other appropriate agencies. The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations. Enclosed please find a copy of the reclamation contract and stamped approved Notice.

Please keep in mind the following regulatory requirements when mining:

- Mining disturbance is only allowed in the area identified in the Notice and Reclamation Contract.
- Stockpiling topsoil material prior to beginning activities will help ensure successful revegetation. Even the first few inches of undeveloped material are worth saving to aid in later revegetation efforts, and future regulatory surety release.
- If you encounter any archaeological or historical items, you are asked to notify this office and the Division of State History.
- Annual reports and permit fees are due January 31 each year.
- The reclamation surety will be reviewed every three years.
- The Division requests that the disturbed area boundary (including access/haul roads) be marked with metal T-posts to identify the area permitted for mining.



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The Division's web page at http://ogm.utah.gov/ under the Minerals Program has a link to the rules under which you are expected to operate and to other information to assist you in complying with program requirements.

Thank you for your cooperation. In reply, please refer to file number S/005/0004. Please contact Lynn Kunzler at 801-538-5310 or Paul Baker, Minerals Program Manager, at 801-538-5261 if you have questions about this letter.

Sincerely,

Dana Dean, P.E.

Associate Director of Mining

DD: lk: eb

Enclosure: Copy of RC & surety forms

cc: Chris Harrild, Cache County Development Services (chris.harrild@cachecounty.org) P:\GROUPS\MINERALS\WP\M005-Cache\S050004-Hideout\Final\apvl-5613-06252014.doc